IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF WASHINGTON

UNITED STATES OF AMERICA,

Plaintiff,

v.

SHEILA BLACKMORE and WILLIAM BLACKMORE,

Defendants.

Case No. 2:20-cv-0966

COMPLAINT

The United States of America hereby complains and alleges as follows:

INTRODUCTION

1. This is a civil action by the United States to: 1) reduce to judgment federal income tax assessments against Sheila Blackmore for the 2005, 2007, and 2008 individual income tax years; and 2) reduce to judgment federal income

1

Complaint (Case No. 2:20-cv-0966)

U.S. DEPARTMENT OF JUSTICE Tax Division, Western Region P.O. Box 683 Washington, D.C. 20044

tax assessments against William Blackmore for the 2005, 2007, and 2008 individual income tax years.

JURISDICTION AND VENUE

- 2. This action is commenced pursuant to 26 U.S.C. § 7401 at the direction of the Attorney General of the United States and at the request and with the authorization of the Chief Counsel of the Internal Revenue Service ("IRS"), a duly authorized delegate of the Secretary of the Treasury
- 3. The Court has jurisdiction over this action pursuant to 26 U.S.C. § 7402 and 28 U.S.C. §§ 1340 and 1345.
- 4. Venue is proper in the Western District of Washington under 28 U.S.C. §§ 1391(b) and 1396. Both Sheila Blackmore and William E. Blackmore reside in the Western District of Washington.

DEFENDANTS

- 5. Sheila Blackmore is named a defendant because she has unpaid federal tax liabilities for which the United States seeks a judgment.
- 6. William E. Blackmore is named a defendant because he has unpaid federal tax liabilities for which the United States seeks a judgment.

FEDERAL TAX LIABILITIES

7. After an examination, a duly authorized delegate of the Secretary of the Treasury timely assessed federal income taxes (Form 1040), penalties, and interest against Sheila Blackmore as follows:

2

Complaint (Case No. 2:20-cv-0966)

U.S. DEPARTMENT OF JUSTICE Tax Division, Western Region P.O. Box 683 Washington, D.C. 20044

TAX YEAR	ASSESSMENT	ASSESSMENT AMOUNT		Unpaid
	DATE			BALANCE AS
				OF JUNE 22,
				2020^{1}
2005	06-28-2010	Est. Tax Penalty:	\$2,171.46	\$147,524.47
	06-28-2010	Late Filing Penalty:	\$12,180.38	
	06-28-2010	Tax:	\$54,135.00	
	06-28-2010	Interest:	\$19,427.88	
	06-28-2010	Late Payment Penalty:	\$13,533.75	
	01-09-2012	Fees/Collection Costs:	\$30.00	
	10-14-2013	Interest:	\$11,682.56	
	04-27-2015	Fees/Collection Costs:	\$144.00	
	10-19-2015	Interest:	\$3,594.85	
	10-17-2016	Interest:	\$4,296.79	
	10-14-2019	Interest:	\$18,607.87	
	03-09-2020	Fees/Collection Costs:	\$60.00	
	03-30-2020	Fees/Collection Costs:	\$32.00	
2007	06-28-2010	Est. Tax Penalty:	\$890.71	\$267,327.43
	06-28-2010	Late Filing Penalty:	\$25,695.00	
	06-28-2010	Tax:	\$114,200.00	
	06-28-2010	Interest	\$14,279.49	
	06-28-2010	Late Payment Penalty:	\$15,417.00	
	04-25-2011	Late Payment Penalty:	\$9,707.00	
	10-14-2013	Interest:	\$20,421.88	
	10-14-2013	Late Payment Penalty:	\$3,426.00	
	10-13-2014	Interest:	\$6,196.31	
	10-19-2015	Interest:	\$6,509.15	
	10-17-2016	Interest:	\$7,791.07	
	10-14-2019	Interest:	\$33,740.42	
2008	06-28-2010	Late Filing Penalty:	\$4,027.73	\$39.848.43
_000	06-28-2010	Tax:	\$18,501.00	¥30.010.10
	06-28-2010	Interest:	\$1,080.75	
	06-28-2010	Late Payment Penalty:	\$1,342.65	
	04-25-2011	Late Payment Penalty:	\$1,521.67	
	10-14-2013	Interest:	\$2,928.26	
	10-14-2013	Late Payment Penalty:	\$1,611.18	
	10-14-2013	Interest:	\$923.63	
	10-19-2014	Interest:	\$970.27	
	10-13-2015	Interest:	\$1,161.36	
	10-17-2010	Interest.	φ1,101.00	

3

 $^{^{1}}$ The unpaid balance include taxes, penalties, interest, payments, credits, and other adjustments through June 22, 2020.

	10-14-2019	Interest:	\$5,029.42	
TOTAL:				\$414,892.178

8. After an examination, a duly authorized delegate of the Secretary of the Treasury timely assessed federal income taxes (Form 1040), penalties, and interest against William E. Blackmore as follows:

TAX YEAR	ASSESSMENT	ASSESSMENT AMOUNT		Unpaid
	DATE			BALANCE AS
				OF JUNE 22 ,
				2020^{2}
2005	06-28-2010	Est. Tax Penalty:	\$2,181.47	\$88,882.19
	06-28-2010	Late Filing Penalty:	\$12,236.63	
	06-28-2010	Tax:	\$54,385.00	
	06-28-2010	Interest:	\$19,517.62	
	06-28-2010	Late Payment Penalty:	\$13,596.25	
	11-22-2010	Fees/Collection Costs:	\$30.00	
	03-09-2020	Fees/Collection Costs:	\$60.00	
	03-30-2020	Fees/Collection Costs:	\$32.00	
2007	06-28-2010	Late Filing Penalty:	\$4,702.50	\$48,896.26
	06-28-2010	Tax:	\$20,900.00	
	06-28-2010	Interest:	\$2,754.52	
	06-28-2010	Late Payment Penalty:	\$2,821.50	
	10-17-2011	Late Payment Penalty:	\$2,403.50	
2008	06-28-2010	Est. Tax Penalty:	\$583.73	\$41,236.01
	06-28-2010	Late Filing Penalty:	\$4,086.90	
	06-28-2010	Tax:	\$18,764.00	
	06-28-2010	Interest:	\$1,096.64	
	06-28-2010	Late Payment Penalty:	\$1,362.37	
	10-17-2011	Late Payment Penalty:	\$2,815.58	
TOTAL:				\$179,014.46

4

 $^{^2}$ The unpaid balance include taxes, penalties, interest, payments, credits, and other adjustments through June 22, 2020.

9. The periods for collection of the assessments described in paragraphs 7 and 8,

above, has not expired and this action is not barred by 26 U.S.C. § 6502.

10. Despite timely notice and demand for payment of the assessments described

in paragraph 7, above, Sheila Blackmore neglected or refused to make

payment to the United States, and there remains due and owing on those

assessments, together with accrued but unassessed statutory interest and

other additions, the amount of \$414,892.178 as of **June 22, 2020**.

11. Despite timely notice and demand for payment of the assessments described

in paragraph 8, above, William E. Blackmore neglected or refused to make

payment to the United States, and there remains due and owing on those

assessments, together with accrued but unassessed statutory interest and

other additions, the amount of \$179,014.46 as of June 22, 2020.

COUNT I: REDUCE TO JUDGMENT FEDERAL TAX AND PENALTY ASSESSMENTS

AGAINST SHEILA BLACKMORE

12. The United States reasserts the allegations made in paragraphs 1 through

11, above.

13. On the dates, in the amounts, and for the tax periods set forth in paragraph

7, above, a duly authorized delegate of the Secretary of the Treasury made

assessments against Defendant Sheila Blackmore, for unpaid federal income

taxes, penalties, and interest.

14. Despite timely notice and demand for payment of the assessments described

in paragraph 7, above, Sheila Blackmore neglected, refused, or failed to pay

Complaint (Case No. 2:20-cv-0966) U.S. DEPARTMENT OF JUSTICE Tax Division, Western Region P.O. Box 683 Washington, D.C. 20044

Telephone: 202-616-3395

5

the assessments, and there remains due and owing to the United States on

those assessments, together with accrued but unassessed statutory interest

and other additions, the amount of \$414,892.178 as of June 22, 2020.

15. Under 26 U.S.C. § 7402(a), the United States is entitled to a judgment

against Sheila Blackmore for the unpaid balance of the assessed amounts

described above, plus statutory interest and any other additions accruing to

the date of payment.

COUNT II: REDUCE TO JUDGMENT FEDERAL TAX AND PENALTY ASSESSMENTS

AGAINST WILLIAM E. BLACKMORE

16. The United States reasserts the allegations made in paragraphs 1 through

15, above.

17. On the dates, in the amounts, and for the tax periods set forth in paragraph

8, above, duly authorized delegate of the Secretary of the Treasury made

assessments against Defendant William E. Blackmore, for unpaid federal

income taxes, penalties, and interest.

18. Despite timely notice and demand for payment of the assessments described

in paragraph 8, above, William E. Blackmore neglected, refused, or failed to

pay the assessments, and there remains due and owing to the United States

on those assessments, together with accrued but unassessed statutory

interest and other additions, the amount of \$179,014.46 as of June 22, 2020.

19. Under 26 U.S.C. § 7402(a), the United States is entitled to a judgment

against William E. Blackmore for the unpaid balance of the assessed

6

Complaint (Case No. 2:20-cv-0966)

U.S. DEPARTMENT OF JUSTICE Tax Division, Western Region P.O. Box 683 Washington, D.C. 20044

amounts described above, plus statutory interest and any other additions accruing to the date of payment.

WHEREFORE, the United States prays as follows:

a. That judgment be entered against defendant Sheila Blackmore for unpaid federal income taxes and penalties for the 2005, 2007, and 2008 tax years, in the amount of \$414,892.178 as of June 22, 2020, plus statutory accruals and

interest after that date.

b. That judgment be entered against defendant William E. Blackmore for unpaid federal income taxes and penalties for the 2005, 2007, and 2008 tax years, in the amount of \$179,014.46 as of June 22, 2020, plus statutory

accruals and interest after that date.

c. That the United States be granted such other relief as the court deems just and proper, including fees and costs as allowed by law.

Dated this 23rd day of June, 2020.

RICHARD E. ZUCKERMAN Principal Deputy Assistant Attorney General

/s/ Dylan Cerling

DYLAN CERLING

Trial Attorney, Tax Division

U.S. Department of Justice

P.O. Box 683

7

Washington, D.C. 20044

Telephone: (202) 616-3395 (Cerling

Facsimile: (202) 307-0054

dylan.c.cerling@usdoj.gov

Attorneys for the United States

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)

I. (a) PLAINTIFFS	(822 1181110		DEFENDANTS			
	of First Listed Plaintiff XCEPT IN U.S. PLAINTIFF CA Address, and Telephone Numbe	,	County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED. Attorneys (If Known)			
II. BASIS OF JURISDI	ICTION (Place an "X" in O	ne Box Only)	I. CITIZENSHIP OF P	RINCIPAL PARTIES	(Place an "X" in One Box for Plaintig	
☐ 1 U.S. Government Plaintiff	☐ 3 Federal Question (U.S. Government)	Not a Party)		IF DEF 1 □ 1 Incorporated <i>or</i> Pr of Business In 1		
☐ 2 U.S. Government Defendant	☐ 4 Diversity (Indicate Citizensh.)	ip of Parties in Item III)	Citizen of Another State	2		
			Citizen or Subject of a Foreign Country	3	□ 6 □ 6	
IV. NATURE OF SUIT					of Suit Code Descriptions.	
CONTRACT		ORTS	FORFEITURE/PENALTY	BANKRUPTCY	OTHER STATUTES	
□ 110 Insurance □ 120 Marine □ 130 Miller Act □ 140 Negotiable Instrument □ 150 Recovery of Overpayment ∞ Enforcement of Judgment □ 151 Medicare Act □ 152 Recovery of Defaulted Student Loans (Excludes Veterans) □ 153 Recovery of Overpayment of Veteran's Benefits □ 160 Stockholders' Suits □ 190 Other Contract □ 195 Contract Product Liability □ 196 Franchise REAL PROPERTY □ 210 Land Condemnation □ 220 Foreclosure □ 230 Rent Lease & Ejectment □ 240 Torts to Land □ 245 Tort Product Liability □ 290 All Other Real Property	□ 330 Federal Employers' Liability □ 340 Marine □ 345 Marine Product Liability □ 350 Motor Vehicle □ 355 Motor Vehicle □ 700 Product Liability □ 360 Other Personal Injury □ 362 Personal Injury - Medical Malpractice CIVIL RIGHTS □ 440 Other Civil Rights □ 441 Voting □ 442 Employment □ 443 Housing/ Accommodations □ 445 Amer. w/Disabilities - Employment □ 446 Amer. w/Disabilities - Other □ 448 Education	PERSONAL INJURY 365 Personal Injury - Product Liability 367 Health Care/ Pharmaceutical Personal Injury Product Liability 368 Asbestos Personal Injury Product Liability PERSONAL PROPERTY 370 Other Fraud 371 Truth in Lending 380 Other Personal Property Damage Product Liability PRISONER PETITIONS Habeas Corpus: 463 Alien Detainee 510 Motions to Vacate Sentence 530 General 535 Death Penalty Other: 540 Mandamus & Other 550 Civil Rights 555 Prison Condition 560 Civil Detainee - Conditions of Confinement	☐ 625 Drug Related Seizure of Property 21 USC 881 ☐ 690 Other LABOR ☐ 710 Fair Labor Standards Act ☐ 720 Labor/Management Relations ☐ 740 Railway Labor Act ☐ 751 Family and Medical Leave Act ☐ 790 Other Labor Litigation ☐ 791 Employee Retirement Income Security Act IMMIGRATION ☐ 462 Naturalization Application ☐ 465 Other Immigration Actions	□ 422 Appeal 28 USC 158 □ 423 Withdrawal 28 USC 157 PROPERTY RIGHTS □ 820 Copyrights □ 830 Patent □ 835 Patent - Abbreviated New Drug Application □ 840 Trademark SOCIAL SECURITY □ 861 HIA (1395ff) □ 862 Black Lung (923) □ 863 DIWC/DIWW (405(g)) □ 864 SSID Title XVI □ 865 RSI (405(g)) FEDERAL TAX SUITS □ 870 Taxes (U.S. Plaintiff or Defendant) □ 871 IRS—Third Party 26 USC 7609	□ 375 False Claims Act □ 376 Qui Tam (31 USC	
	moved from	Appellate Court	Reopened Anothe (specify)			
VI. CAUSE OF ACTIO			filing (Do not cite jurisdictional stat	tutes unless diversity):		
VII. REQUESTED IN COMPLAINT: VIII. RELATED CASI	UNDER RULE 2	IS A CLASS ACTION 3, F.R.Cv.P.	DEMAND \$	CHECK YES only JURY DEMAND	if demanded in complaint: :	
IF ANY	(see insu actions).	JUDGE		DOCKET NUMBER		
DATE		SIGNATURE OF ATTO	RNEY OF RECORD			
FOR OFFICE USE ONLY						
	MOUNT	APPLYING IFP	JUDGE	MAG. JUI	DGE	

INSTRUCTIONS FOR ATTORNEYS COMPLETING CIVIL COVER SHEET FORM JS 44

Authority For Civil Cover Sheet

The JS 44 civil cover sheet and the information contained herein neither replaces nor supplements the filings and service of pleading or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. Consequently, a civil cover sheet is submitted to the Clerk of Court for each civil complaint filed. The attorney filing a case should complete the form as follows:

- **I.(a) Plaintiffs-Defendants.** Enter names (last, first, middle initial) of plaintiff and defendant. If the plaintiff or defendant is a government agency, use only the full name or standard abbreviations. If the plaintiff or defendant is an official within a government agency, identify first the agency and then the official, giving both name and title.
 - (b) County of Residence. For each civil case filed, except U.S. plaintiff cases, enter the name of the county where the first listed plaintiff resides at the time of filing. In U.S. plaintiff cases, enter the name of the county in which the first listed defendant resides at the time of filing. (NOTE: In land condemnation cases, the county of residence of the "defendant" is the location of the tract of land involved.)
 - (c) Attorneys. Enter the firm name, address, telephone number, and attorney of record. If there are several attorneys, list them on an attachment, noting in this section "(see attachment)".
- II. Jurisdiction. The basis of jurisdiction is set forth under Rule 8(a), F.R.Cv.P., which requires that jurisdictions be shown in pleadings. Place an "X" in one of the boxes. If there is more than one basis of jurisdiction, precedence is given in the order shown below.

United States plaintiff. (1) Jurisdiction based on 28 U.S.C. 1345 and 1348. Suits by agencies and officers of the United States are included here. United States defendant. (2) When the plaintiff is suing the United States, its officers or agencies, place an "X" in this box.

Federal question. (3) This refers to suits under 28 U.S.C. 1331, where jurisdiction arises under the Constitution of the United States, an amendment to the Constitution, an act of Congress or a treaty of the United States. In cases where the U.S. is a party, the U.S. plaintiff or defendant code takes precedence, and box 1 or 2 should be marked.

Diversity of citizenship. (4) This refers to suits under 28 U.S.C. 1332, where parties are citizens of different states. When Box 4 is checked, the citizenship of the different parties must be checked. (See Section III below; **NOTE: federal question actions take precedence over diversity cases.**)

- III. Residence (citizenship) of Principal Parties. This section of the JS 44 is to be completed if diversity of citizenship was indicated above. Mark this section for each principal party.
- IV. Nature of Suit. Place an "X" in the appropriate box. If there are multiple nature of suit codes associated with the case, pick the nature of suit code that is most applicable. Click here for: Nature of Suit Code Descriptions.
- V. Origin. Place an "X" in one of the seven boxes.

Original Proceedings. (1) Cases which originate in the United States district courts.

Removed from State Court. (2) Proceedings initiated in state courts may be removed to the district courts under Title 28 U.S.C., Section 1441.

Remanded from Appellate Court. (3) Check this box for cases remanded to the district court for further action. Use the date of remand as the filing date

Reinstated or Reopened. (4) Check this box for cases reinstated or reopened in the district court. Use the reopening date as the filing date. Transferred from Another District. (5) For cases transferred under Title 28 U.S.C. Section 1404(a). Do not use this for within district transfers or multidistrict litigation transfers.

Multidistrict Litigation – Transfer. (6) Check this box when a multidistrict case is transferred into the district under authority of Title 28 U.S.C. Section 1407.

Multidistrict Litigation – Direct File. (8) Check this box when a multidistrict case is filed in the same district as the Master MDL docket.

PLEASE NOTE THAT THERE IS NOT AN ORIGIN CODE 7. Origin Code 7 was used for historical records and is no longer relevant due to changes in statue.

- VI. Cause of Action. Report the civil statute directly related to the cause of action and give a brief description of the cause. Do not cite jurisdictional statutes unless diversity. Example: U.S. Civil Statute: 47 USC 553 Brief Description: Unauthorized reception of cable service
- VII. Requested in Complaint. Class Action. Place an "X" in this box if you are filing a class action under Rule 23, F.R.Cv.P.

 Demand. In this space enter the actual dollar amount being demanded or indicate other demand, such as a preliminary injunction.

 Jury Demand. Check the appropriate box to indicate whether or not a jury is being demanded.
- VIII. Related Cases. This section of the JS 44 is used to reference related pending cases, if any. If there are related pending cases, insert the docket numbers and the corresponding judge names for such cases.

Date and Attorney Signature. Date and sign the civil cover sheet.

United	STATES	DISTRICT	Court
		DIDING	\mathbf{c}

	for the
I	District of
Plaintiff(s) V. Defendant(s))))) Civil Action No.)))
SUMMONS I	IN A CIVIL ACTION
To: (Defendant's name and address)	
A lawsuit has been filed against you.	
are the United States or a United States agency, or an of P. 12 (a)(2) or (3) — you must serve on the plaintiff an a	n you (not counting the day you received it) — or 60 days if you ficer or employee of the United States described in Fed. R. Civ. answer to the attached complaint or a motion under Rule 12 of otion must be served on the plaintiff or plaintiff's attorney,
If you fail to respond, judgment by default will You also must file your answer or motion with the court	be entered against you for the relief demanded in the complaint. t. CLERK OF COURT
Date:	Signature of Clerk or Deputy Clerk

AO 440 (Rev. 06/12) Summons in a Civil Action (Page 2)

Civil Action No.

PROOF OF SERVICE

(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (l))

	This summons for (na	me of individual and title, if an	ny)				
was rec	ceived by me on (date)		·				
	☐ I personally served	I the summons on the ind	ividual at (place)				
	on (date) ; or						
	☐ I left the summons	at the individual's reside	ence or usual place of abode with (name)				
	, a person of suitable age and discretion who resides there						
	on (date)	, and mailed a	copy to the individual's last known address; or				
	☐ I served the summ	ons on (name of individual)		, who is			
	designated by law to	accept service of process	on behalf of (name of organization)				
			on (date)	; or			
	☐ I returned the sum	mons unexecuted because	e	; or			
	☐ Other (specify):						
	My fees are \$	for travel and \$	for services, for a total of \$				
	I declare under penalt	y of perjury that this info	ormation is true.				
Date:							
		_	Server's signature				
		_	Printed name and title				
		_	Server's address				

Additional information regarding attempted service, etc:

T	IN	ITED	С Т/	ATES	D_{101}	rDIC7	г $m{C}$	Ω	DП	Г
ι	JIN) (S) [/	4 1 E2	וטועו	KIU		w	KI	ı

OTHIED STATE	for the
	_ District of
Plaintiff(s) V.))) ()) () () () () () () () () () ()
Defendant(s))
SUMMON	IS IN A CIVIL ACTION
To: (Defendant's name and address)	
A lawsuit has been filed against you.	
are the United States or a United States agency, or an P. 12 (a)(2) or (3) — you must serve on the plaintiff a	s on you (not counting the day you received it) — or 60 days if you officer or employee of the United States described in Fed. R. Civ. an answer to the attached complaint or a motion under Rule 12 of motion must be served on the plaintiff or plaintiff's attorney,
If you fail to respond, judgment by default wi You also must file your answer or motion with the co	ill be entered against you for the relief demanded in the complaint.
	CLERK OF COURT
Date:	Signature of Clerk or Deputy Clerk

AO 440 (Rev. 06/12) Summons in a Civil Action (Page 2)

Civil Action No.

PROOF OF SERVICE

(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (l))

	This summons for (na	me of individual and title, if an	ny)				
was rec	ceived by me on (date)		·				
	☐ I personally served	I the summons on the ind	ividual at (place)				
	on (date) ; or						
	☐ I left the summons	at the individual's reside	ence or usual place of abode with (name)				
	, a person of suitable age and discretion who resides there						
	on (date)	, and mailed a	copy to the individual's last known address; or				
	☐ I served the summ	ons on (name of individual)		, who is			
	designated by law to	accept service of process	on behalf of (name of organization)				
			on (date)	; or			
	☐ I returned the sum	mons unexecuted because	e	; or			
	☐ Other (specify):						
	My fees are \$	for travel and \$	for services, for a total of \$				
	I declare under penalt	y of perjury that this info	ormation is true.				
Date:							
		_	Server's signature				
		_	Printed name and title				
		_	Server's address				

Additional information regarding attempted service, etc: